Microeconomics for Public Policy I
Fall 2026

Problem Set 10

On what and how to submit

- For this and all future problem sets, questions are from the "Problems" section of the questions at the end of the chapter.
- Due before Lecture 12 to Blackboard. See assignment turn-in on course home page.
- Submit a pdf file
- Name the file "ps10_[lastname].pdf". For example, my file would be "ps10_brooks.pdf".
- In addition, write your name at the top of the problem set.
- You do not need to type your submission. Any **legible** submission is ok. For example, you can write the problem set with hand-drawn graphs, take a picture, and submit the picture as a pdf.

1. GLS Chapter 8, Question 15

2. GLS Chapter 8, Question 17
Hint: Answers to (b) and(e) may not be integers. It is fine to approximate the answer with an integer as needed.

3. GLS Chapter 8, Question 19

4. Entry Over the Long Run

Use a few paragraphs to describe an industry that made positive economic profits over the short (or medium) run and where those profits were destroyed by entry. Alternatively, you can name a modern industry that you think is currently earning positive economic profits, and where entry is likely.